### Headquarters U.S. Air Force

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# Air Force Acquisition Executive Panel Discussion

Lt Gen Mark Shackelford
Military Deputy
Office of the Asst Secretary of the Air
Force (Acquisition)

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#### **Our Environment**

- Environment has changed and so must our culture
- Our focus should be to train people to design, implement, and execute effective acquisition strategies
- Every acquisition needs to focus on how to motivate and incentivize contractor teams
  - Contractor performance must be held accountable
- Efficiency is survival dollars have already been diverted in the 12 PB
- We need to understand where every dollar is going and treat it like our own
- Implement the efficiencies without jeopardizing warfighting capability, product delivery, cost or schedule
- We need to have a dialogue with MAJCOM Customers about

Deliver Systems and Capability Effectively and Efficiently



## Principles for Effective Stewardship

- The significant challenges facing the Air Force in a "down" cycle for defense are:
  - Resources will decline and the downturn will likely last beyond the FYDP - make tough choices now rather than later
  - Efficiencies will be a <u>partial</u> solution and must become the standard - stay focused on tail to tooth
- The notion that we can maintain the status quo cannot be the Air Force's path forward
  - Don't take on resource commitments that are unaffordable in the long run
  - Prioritize investments to drive down long-term operating costs
  - Emphasize flexibility in the face of funding instability Properly Managing Resources in a Time of Fiscal Austerity



### Acquisition Leadership Forum

- Insights from SECAF, FM, OSD/AFEY, DISNEY, Special/S Ops, and Sr. Acquisition leadership
  - We're at an inflection point beyond efficiencies requiring cultural change
  - Expect flat to declining budgets so must live with less money and make adjustment in what we can afford
  - Don't view the glass as half empty or half full focus on what we are doing with what we have
  - View the taxpayers as our shareholders
  - We're paying too much for contracts across the board (avg. 7-15%)
  - Industry knows more about us then we know about them
  - The art of the business deal is all about info (knowledge) and preparation – capitalize on full team, understand details, and

Must get maximum amount of combat capability out of each dollar